March 4, 2014

Executive Director
Kentucky Public Service Commission
211 Sower Boulevard
Post Office Box 615
Frankfort, KY 40602

RECEIVED

MAR 07 2014

PUBLIC SERVICE COMMISSION

Re: Joann Estates Utilities, Inc. 2013-00307 Informal Conference Response

Dear Sirs:

To follow up on the telephone conference held today in the above-referenced case, Joann Estates wishes to clarify its intentions relative to sludge hauling expense as follows:

- -Joann Estates plans to haul 2 loads of sludge monthly from the multiple plant locations, and at \$400 per load, this estimated cost is \$9,600.
- -If there is any money left over from the \$9,600 after sludge has been hauled from the plants, Joann Estates will use any such remaining money to haul sludge from the one inactive lagoon where sludge has accumulated over the years.
- -Joann Estates agrees to the reporting conditions for sludge hauling that the Staff recommended in the Staff Report in this case.
- -In addition to those reporting conditions, Joann Estates also agrees to separately track and account for sludge hauled from the plants vs. sludge hauled from the inactive lagoon.

We sincerely appreciate the Staff allowing this conference to be held via telephone, and please don't hesitate to call me if there are any questions.

Sincerely,

B.B. Waid, President

Joann Estates Utilities, Inc.

Cc: Destiny Hammond